

4 March 1987

MEMORANDUM FOR THE RECORD

SUBJECT: HPSCI DCI NFIP Overview Hearing, 24 February 1987,

Room H-405 Capitol

WITNESSES:

Mr. Robert M. Gates, Acting Director of Central Intelligence
Lieutenant General Edward J. Heinz, USAF,
Director, Intelligence Community Staff
Deputy Director, Intelligence Community Staff

25X1

MEMBERS ATTENDING:

Representative Louis Stokes (D OH),
Chairman, Subcommittee on Program and Budget Authorization
Representative Matthew F. McHugh (D NY)
Representative Dan Daniel (D VA)
Representative Robert W. Kastenmeier (D WI)
Representative Dick Cheney (R WY)
Representative Bud Shuster (R PA)
Representative Dave McCurdy (D OK)
Representative Henry J. Hyde (R IL)
Representative Daniel E. Lundgren (CA R)

STAFF:

Mr. Thomas Latimer, Staff Director

Mr. Bernard Raimo, Counsel

Mr. Thomas Smelton, Associate Counsel

Mr. Martin Faga

Mr. Robert Fitch

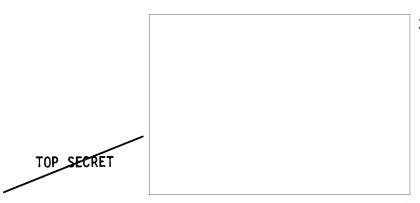
Mr. Richard Giza

Mr. Robert Surrette

Mrs. Diane Dornan

Ms. Jean McNalley, Clerk

Ms. Dee Jackson, Secretary



25X1

1. The Subcommittee on Program and Budget Authorization of the House Permanent Select Committee on Intelligence chaired by Mr. Stokes, was convened promptly at 0900 hours, 24 February 1987 in Room H-405 the Capitol.	25 X 1
2. The session began with a brief opening statement by Chairman Stokes. He welcomed Mr. Gates, the principal witness, and back-up witnesses Lieutenant General Edward Heinz, Director, Intelligence Community Staff, and Deputy Director, Intelligence Community Staff. The Chairman noted that Mr. Gates would leave at 1030 to attend a meeting at the White House. He also noted that he and Congressman Hyde would have to leave at some point to testify in behalf of their own budget. Chairman Stokes stated that Mr. Gates had spoken with both Members and Staff concerning problems he faces with respect to the 1989 budget. He stated he would like details as soon as they are available.	25X1 25X1 25X1
3. Mr. Gates opened by saying he would present an overview of the activities and accomplishments of the NFIP for the past year. He stated the NFIP's budget request for FY 1988 provides real growth over FY 87, after covert action are deducted. Mr. Gates said the 1988 request includes a bare minimum of new initiatives and believes it has been structured to address the highest	225X1 25X1
4. Mr. Gates explained how the FY 88 budget was developed and how resources were utilized to meet the demands of the Administration and Congress for timely and accurate intelligence. Resources were spelled out in the following priorities:	25X1
	25X1
	25 X 1
6. The following area of questions or comments were made by the specific Members.	
	25 X 1
	25X1
-2- TOP SECRET	

-	Wanted to know what other legislative initiatives the Committee should consider this year.	
-	Asked what the Soviets are spending on intelligence.	
-	Asked how a smaller budget growth would be dealt with.	
b.	Cheney:	
с.	Hyde:	
d.	Daniels:	
d. -	<pre>Daniels: Asked what had been done in the NFIP to encourage employment of minorities.</pre>	
d. -	Asked what had been done in the NFIP to encourage employment of	
d. - -	Asked what had been done in the NFIP to encourage employment of minorities.	
d. - -	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	
d	Asked what had been done in the NFIP to encourage employment of minorities. Asked what programs are presently underway.	

e.	<u>Kastenmeier</u> :	
-	Wanted to know what legislative programs would be pursued this year.	
f.	McCurdy:	
-	Asked about the two-year budget cycle.	
		25 X 1
g.	Cheney:	
		25)
-	Asked how the Intelligence Community Staff functions regarding the budget process.	
-	Asked whether budget requests submitted to the ICS had been changed or altered.	
		25
-	Wanted to know what long-range plans there are for the U-2. Stated the Air Force wants a manned aircraft rather than unmanned, and asked if the DCI will be involved in trying to produce another type system.	
		25
h.	Lundgren:	
-	Wanted to know what degree of intelligence we have with respect to political decisions within the Soviet governmental	0.5
	structure.	25) 25X
	-4-	
	TOP SECRET	

until 1040 hours at which time Stokes returned.

5. Chairman Stokes left for a vote at 1020 hours. Kastenmeier chaired

25X1

6.	The	hearing	adjourne	d at 110) hours.					25 X 1
							Legislative	Liaison,	ICS	
										25 X 1
				TΛ	-5- P SECRET	•				

DISTRIBUTION:

- 1 D/ICS
- 2 DD/ICS
- 3 EXO/ICS 4 D/PBS
- 5 D/OCA/CIA 6 LL File

- 7 LL Chrono 8 ICS Registry

25X1